

**COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM  
1993 SUMMARIES  
ECONOMIC DEVELOPMENT PROJECTS**

**Locality:** **Shelby**  
Project Number: 93-01  
Company Name: Townhouse Inn  
Type of Business: Motel/Convention Center  
Financing Date: 7/93

CDBG Funds: \$ 500,000  
Other Funds:  
Other Resources: \$ 3,206,000  
Total Project: \$ 3,706,000

Use of CDBG Funds: water, sewer, road

Job Creation: 30  
LMI Jobs: 25

The City of Shelby will use CDBG funds to extend water and sewer facilities and road improvements to serve Townhouse Inns, Inc. The project will create 30 full-time jobs, of which 26 will be made available to low and moderate income persons, and represents an investment of approximately \$3,706,000 in the community. This project is an extension of the Pamida store CDBG public facility project which created approximately 60 jobs and the NETA project which should create 45 new jobs when completed.

**Locality:** **Choteau**  
Project Number: 93-02  
Company Name: Alpine Touch  
Type of Business: Manufacturer  
Financing Date: 8/93

CDBG Funds: \$ 82,000  
Other Funds:  
Citizens Bank: \$ 75,000  
Total Project: \$ 157,000

Use of CDBG Funds: Working Capital

Job Retention: 2  
Job Creation: 2

LMI Jobs: 4

The City of Choteau will loan \$75,000 to Alpine Touch which will use the proceeds in conjunction with a \$75,000 bank loan to finance the purchase of a building, refinance debt, and working capital in order to assist with the retention of the business and allow for expansion. The business also received export assistance and international trade leads while working with the Department of Commerce. This project is part of an overall business development concept of "Choteau Pride", the local development organization, to enhance the museum, restaurant and motel complex adjacent to the site.

**Locality: Lake County**

Project Number: 93-03  
Company Name: Montana Private Capital Network (MPCN)  
Type of Business: Private Non-Profit Investment Service  
Financing Date: 9/93

CDBG Funds: \$ 45,000  
Other Funds:  
MPCN: \$ 40,000  
Total Project: \$ 85,000

Use of CDBG Funds: Working Capital

Job Creation: 2  
LMI Jobs: 2

The Montana Private Capital Network has received a \$40,000 grant from Lake County for working capital to be used for the expansion to its operations. This firm provides a computerized matching service between entrepreneurs and private investors. Two new full-time positions will be created and filled by low to moderate income persons to provide computer entry and administrative support functions.

**Locality: Hill County**

Project Number: 93-04  
Company Name: J. Burns Brown Operating Company  
Type of Business: Manufacture compressors for oil and gas wells  
Financing Date: 8/93

CDBG Funds: \$ 331,000  
Other Funds: \$350,600  
1st Bank Havre: \$ 175,000  
Equity: \$ 160,000  
Hill County: \$ 15,600  
Total Project: \$ 681,600

Use of CDBG Funds: Equipment, Machinery, Working Capital

Job Creation: 25

LMI Jobs:

J. Burns Brown Operating Company received a \$311,000 loan from Hill County in conjunction with a \$175,000 bank loan and new equity of \$160,000 to finance the construction of a new building, new machinery, equipment, and working capital in order to assist with the location of a new plant in Havre and allow for future expansion. The business will create 25 relatively high paying jobs, of which 17 will principally be for low and moderate income persons.

**Locality: Anaconda**

Project Number: 93-05

Company Name: Community Service Center

Financing Date: 9/93

CDBG Funds: \$ 140,000

Other Funds:

EDA Grant: \$ 797,200

County/ALDC: \$ 157,800

Total Project: \$ 1,095,000

Use of CDBG Funds: Working Capital

Job Creation: 9

LMI Jobs: 7

Anaconda-Deer Lodge County will provide \$130,000 CDBG funds, in conjunction with \$797,200 EDA funds and \$157,800 from the Anaconda Development Corporation and other community funds, to finance renovation and improvements to the existing old county hospital building. The building and improvements will serve AWARE, Inc., a non-profit organization, and other tenants to be located in the facility. AWARE has projected the creation of 9 new full-time jobs to be filled by low and moderate income persons.

**Locality: Big Horn County**

Project Number: 93-06

Company Name: Plains Indian Museum/Phase II

Financing Date: 10/93

CDBG Funds: \$ 86,250

Other Funds:

Cultural Interest: \$ 25,000

Hardin Chamber: \$ 10,000

CTA Architects:	\$	12,000
NPS/Association:	\$	7,500
Dyck Foundation:	\$	5,000
Crow Tribe:	\$	5,000
Arts Foundation:	\$	<u>10,500</u>
Total Project:	\$	61,250

Use of CDBG Funds: Capacity Development Planning Grant

Job Creation:

LMI Jobs:

Big Horn County has been awarded \$86,250 CDBG funds in conjunction with \$75,000 matching funds to assist with the Phase II Development Planning activities in support of the proposed Plains Indian Buffalo Culture Museum and Cultural Center, which will be located adjacent to the Little Big Horn Battlefield site. This proposed museum and cultural center will have a significant potential economic impact on the region including: \$3,000,000 annual revenues; \$22,000,000 in direct tourism expenditures; and the creation of 50 full-time jobs and an additional 120 part-time positions.

**Locality: Helena**

Project Number: 93-07

Company Name: Queen City Ice Palace

Financing Date: 1/94

CDBG Funds: \$ 150,000

Other Funds: \$1,432,854

Valley Bank: \$628,400

Equity: \$789,454

WCDF: \$15,000

Total Project: \$1,582,854

Use of CDBG Funds: Working Capital, Equipment

Job Creation: 12

LMI Jobs: 8

The City of Helena will provide a \$146,500 loan to NDN Management, Inc., d/b/a Queen City Ice Palace, for materials and working capital to be used in conjunction with \$1,432,854 matching funds. Queen City Ice Palace will create 11.5 new full-time equivalent positions of which 7.5 would be made available to low and moderate income persons.

**Locality: Belgrade**

Project Number: 93-08

Company Name: Osprey Boats

Financing Date: 12/93

CDBG Funds: \$105,000

Other Funds: \$ 95,000

Private: \$25,000

Equity: \$20,000

1st Citizens Bank: \$50,000  
Total Project: \$200,000  
Use of CDBG Funds: Equipment, Working Capital  
Job Creation: 7  
LMI Jobs: 5

The City of Belgrade will provide a \$95,000 loan to Management Plus, Inc., d/b/a, Osprey Boats for materials, equipment and working capital to be used in conjunction with \$95,000 matching funds for manufacturing activities. Osprey Boats will provide needed manufacturing jobs in this rapid population growth area of the state. The business will create seven full-time jobs, of which five will be made available to low and moderate income persons. The technology used could be adapted for other types of boats, and the activity could provide a variety of spin-off activities such as manufacturing trailers, spruce oars and transportation.

**Locality: Conrad**

Project Number: 93-09  
Company Name: Blue Sky Villa Apartments  
Financing Date: 1/94  
CDBG Funds: \$75,000  
Other Funds: \$5,045,000  
HLGA Revenue: \$45,000  
City Property: \$5,000,000  
Total Project: \$5,120,000  
Use of CDBG Funds: Equipment, Renovation, Working Capital  
Job Creation: 7  
LMI Jobs: 4

Horizon Lodge Garden Apartments, Inc. has received a \$75,000 loan from the City of Conrad for renovation, machinery and equipment acquisition, and working capital to be used for start up activities of the Blue Sky Villa elderly housing facility. Horizon Lodge will manage this 56-unit housing complex, valued at over \$5 million, under the terms of a 20 year lease from the city. The project will preserve this former military housing subdivision within the city limits, which the US Air Force abandoned when they terminated area military operations. This non-profit organization will create seven full-time equivalent positions, of which four will be made available to low and moderate income persons.

**Locality: Belgrade**

Project: 93-10  
Company Name: Dynojet  
Financing Date: 1/94  
CDBG Funds: \$225,000  
Other Funds: \$417,500  
Belgrade RLF: \$87,500  
Equity: \$10,000  
First Bank Bozeman: \$320,000  
Total Project: \$642,000

Use of CDBG Funds: Equipment Acquisition, Working Capital  
Job Creation: 21  
LMI Jobs: 16

Dynojet, a manufacturer of diagnostic and performance products for automobiles and motorcycles has received \$87,500 in funding from the City of Belgrade's RLF in conjunction with a \$222,500 CDBG loan for expansion of its manufacturing activities. Dynojet will create an additional 21 full-time positions in Belgrade, of which 16 positions will be made available to low and moderate income persons.

**Locality: Bozeman**

Project Number: 93-11  
Company Name: Reliable Transaction Processing  
Financing Date: 1/94  
CDBG Funds: \$ 80,000  
Other Funds: \$180,000  
Bozeman RLF: \$100,000  
Equity: \$80,000  
Total Project: \$260,000  
Use of CDBG Funds: Working Capital  
Job Creation: 31  
LMI Jobs: 23

The City of Bozeman will provide a \$76,500 CDBG loan to Reliable Transaction Processing, hand-held computer manufacturer, for working capital to be used for expansion of its manufacturing activities. RTP has secured an additional \$180,000 funding, including a loan of \$100,000 from the City of Bozeman's RLF, to be used in conjunction with CDBG funds. This business is projecting the creation of 31 full-time equivalent jobs, of which 23 will be made available to low and moderate income persons.

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